

**2007****DECLARATION OF COSTS AND OTHER RELATED PROPERTY INFORMATION  
AS OF 12:01 A.M., JANUARY 1, 2007**

This statement must be completed, signed, and filed with the Valuation Division, Board of Equalization, PO Box 942879, Sacramento, California 94279-0061, by March 1, 2007. Omit cents; round to the nearest dollar.

NAME, STREET, CITY, STATE and ZIP CODE

**OFFICIAL REQUEST**

This request is made in accordance with section 826 of the Revenue and Taxation Code. This property statement must be completed according to the instructions and filed with the Board of Equalization on or before March 1, 2007. If you do not file this statement, you may be subject to the penalty provided in section 830 of the Revenue and Taxation Code. Attached schedules are considered to be part of the statement. THIS STATEMENT IS SUBJECT TO AUDIT.

SBE No.  **MAKE NECESSARY CORRECTIONS TO ADDRESS LABEL**☐ Indicate if above is a change of name and/or address.

THIS STATEMENT SHALL CONSIST OF:		DATE SUBMITTED	DATE TO BE SUBMITTED	N/A	Name and address of person to whom correspondence regarding audit should be addressed:
(1) Tangible Property List includes:					NAME
BOE-533-E — TPL Nonunitary Property Only					
BOE-535-RR — TRA Change List					MAILING ADDRESS (including zip code)
BOE-569-RR — Railroad Track					
(2) Statement of Land Changes					TELEPHONE NUMBER
(3) Schedule of Intangible Information — BOE-529-I					( )
(4) Financial Schedules A to H					LOCATION OF ACCOUNTING RECORDS (street, city, state and zip code):
(5) Leased Rolling Stock					
(6) Schedules of Leased Equipment	BOE-600-R				
	BOE-600-B				
(7) Other Information as Requested (see instructions on reverse)					NAME OF AUTHORIZED REPRESENTATIVE (if applicable)*
a. Payments to Local Governments					ADDRESS (street, city, state, zip code)
b. Stmt. of Rev/Cost Changes					
c. Annual Rept. to Federal Agencies					DAYTIME TELEPHONE NUMBER
d. Form 10K					( )
e. Shareholders Report — 3 copies					*BOE-892, Statement of Authorization, must be filed annually.
f. Financial Statements — 3 copies					
g. Inventory Data					
h. Other					

List business activities: \_\_\_\_\_

(✓) ENTITY TYPE: ☐ Proprietorship ☐ Partnership ☐ Corporation ☐ Other Change in ownership prior 12 months? ☐ Yes ☐ No**CERTIFICATION**

I certify (or declare) under penalty of perjury under the laws of the State of California that I have examined this Property Statement, including accompanying schedules and statements, and to the best of my knowledge and belief it is true, correct, and complete and covers all property required to be reported which is owned, claimed, possessed, controlled, or managed by the person named in the statement at 12:01 a.m. on January 1, 2007. If prepared by a person other than the taxpayer, this declaration is based on all information of which preparer has knowledge.

FULL LEGAL NAME IF INCORPORATED

SIGNATURE OF OWNER, PARTNER, OFFICER, OR AUTHORIZED AGENT



DATE

2007

NAME OF SIGNATORY (please print)

TITLE

SIGNATURE AND ADDRESS OF PREPARER OTHER THAN TAXPAYER



DATE

2007

**FOR OFFICIAL USE ONLY**

Under the provisions of sections 826 and 830 of the Revenue and Taxation Code and section 901, Title 18, California Code of Regulations, the Board of Equalization requests that you file a property statement with this Board between January 1, 2007, and 5:00 p.m., on March 1, 2007. The property statement shall be completed in accordance with instructions included with the property statement and in publication 67-RR, *Instructions for Reporting State-Assessed Property*, for lien date 2007. If you do not have these instructions, please let us know and we will mail them to you.

All parts of the property statement must be filed by March 1 (exception — see “N/A” below). Extensions of time for filing the property statement or any of its parts may be granted only on a showing of good cause under a written request made prior to March 1. If you do not file timely, it may result in an added penalty of ten percent of the assessed value as required by section 830 of the Revenue and Taxation Code.

## **(7) OTHER INFORMATION — INSTRUCTIONS**

*The following information shall be provided with the property statements:*

- a. a statement of your 2006 payments to governmental agencies for the use of public property located in California. Please indicate those payments which are on the basis of agreements entered into prior to December 1955 and which have not been subsequently extended or renewed.
- b. a statement of changes in revenue and/or costs for the future that are certain, such as rate increases ordered by the Public Utilities Commission or other regulatory agencies or contracts signed by management and labor unions. Please furnish regulatory agency's decision numbers if changes are due to rate case proceedings.
- c. a copy of your annual report(s) to federal regulatory agencies, such as the Surface Transportation Board or a copy of your annual report to the California Public Utilities Commission.
- d. a copy of your Form 10K filed with the Securities and Exchange Commission.
- e. three (3) copies of your 2006 annual report to stockholders.
- f. three (3) copies of your 2006 financial statements.
- g. a statement of the amount of inventory held for sale or lease in the ordinary course of business. Such inventory should be reported as follows:
  1. Inventory quantity and amount, at book cost, as of January 1, 2007.
  2. The average quantity and amount of inventory, at book cost, on hand during calendar year 2006. These figures may be calculated by averaging the twelve (12) month-end balances.
  3. Exempt inventory (items held for sale or lease in the ordinary course of business) or supplies which will become a component part of a product you manufacture or sell should not be reported on the BOE-533-E, *Tangible Property List*.
- h. other information as requested.

A positive response is required for all parts of the property statement. If a requested item does not apply, please so state. If you do not respond to all parts of the property statement, you may be subject to the penalties of section 830 of the Revenue and Taxation Code.

N/A — Not Applicable

Item 6 requirements and forms BOE-600-B, *Schedule of Leased Equipment which is to be Reported by Lessor to Local Assessor for Assessment*, BOE-600-R, *Schedule of Leased Equipment with Fixed Location (Railroad)*, and BOE-551, *Statement of Land Changes*, need not be returned if there is nothing to report. However, a positive response under the “N/A” column on page S1F is required for those forms not returned.

You have the option of substituting for Financial Schedules A to D inclusive, copies of schedules of corresponding information as filed in your annual report required by the Surface Transportation Board for the corresponding period: provided, however, that information regarding depreciation and taxes shall be furnished as called for in the schedules.

Report book cost (100 percent of actual cost). Include excise, sales and use taxes, freight-in, installation charges, finance charges during construction, and all other relevant costs required to place the property in service. Do not reduce costs for depreciation (which must be reported separately). Report separately the details of any write-downs of cost, extraordinary damage or obsolescence, or any other information that may help the Board in estimating fair market value.

**Note:** All replacement cost studies, obsolescence requests, and other voluntary information that assesses believe affects the value of their property must be filed with the property statement or by a date granted by a formal extension. If such information is not filed by that date, staff is not required to consider it in determining its unitary value recommendation.

**2007****SCHEDULE A — Comparative Balance Sheet**

COMPANY NAME		SBE NO.	
<b>BALANCE AT BEGINNING OF 2006</b>	<b>ASSETS</b>		<b>BALANCE AT END OF 2006</b>
\$	Plant and equipment _____ Miscellaneous physical property _____ <sup>a</sup> Depreciation Reserve _____ Plant and equipment _____ <sup>a</sup> Licensed vehicles _____ <sup>a</sup> Non-operative property _____ <sup>a</sup> Material and supplies _____ <sup>a</sup> Inventory held for sale or lease in ordinary course of business _____ <sup>a</sup> Cash and working funds _____ Temporary cash investments and special deposits _____ Notes receivable _____ Accounts receivable _____ Interest, dividends, and rents receivable _____ Prepayments _____ Investments in securities _____ Other investments _____ _____ Other assets _____ _____ All other deferred debits ( <i>describe</i> ) _____ _____		\$
\$	<b>TOTAL ASSETS</b>		\$
<b>LIABILITIES</b>			
\$	Accounts payable _____ Loan and notes payable _____ Customer deposits and advances _____ Interest and dividends payable _____ Taxes accrued _____ Deferred income taxes _____ Funded debt _____ <sup>b</sup> Equipment obligations _____ <sup>b</sup> Capital lease obligations _____ <sup>b</sup> Other liabilities _____ _____ All other deferred credits ( <i>describe</i> ) _____ _____		\$
	<b>TOTAL LIABILITIES</b>		\$
<b>SHAREHOLDER'S EQUITY</b>			
\$	Capital stock _____ Premium and assessments on capital stock _____ Discount on capital stock _____ Treasury stock _____ Retained earnings _____ <b>TOTAL SHAREHOLDER'S EQUITY</b>		\$
\$	<b>TOTAL LIABILITIES AND SHAREHOLDER'S EQUITY</b>		\$

Note — <sup>a</sup> Interstate companies show California end-of-year amount in box.Note — <sup>b</sup> Indicate portion of long-term debt due within one year in box.

**2007****SCHEDULE B — California Road and Equipment**

COMPANY NAME				SBE NO.	
ACCT. NO.	ACCOUNT TITLE	BALANCE BEGINNING OF 2006	ADDITIONS	RETIREMENTS	BALANCE END OF 2006
	<b>ROAD</b>				
2	Land for transportation purposes	\$	\$	\$	\$
3	Grading				
4	Other rights of way expenditures				
5	Tunnels and subways				
6	Bridges, trestles and culverts				
7	Elevated structures				
8	Ties				
9	Rails and other track materials				
11	Ballast				
	Other —				
13	Fences, snowsheds, and signs				
16	Station and office buildings				
17	Roadway buildings				
18	Water stations				
19	Fuel stations				
20	Shops and enginehouses				
22	Storage warehouses				
23	Wharves and docks				
25	TOFC/COFC terminals				
26	Communication systems				
27	Signals and interlockers				
29	Power plants				
31	Power-transmission systems				
35	Miscellaneous structures				
37	Roadway machines				
39	Public improvements — Construction				
44	Shop machinery				
45	Power-plant machinery				
	Other —				
	<b>TOTAL ROAD</b>				
	<b>GENERAL EXPENDITURES</b>				
70	General expenditures — other				
76	Interest during construction				
732	Improvements on leased property				
739	Organization expenses				
	<b>OTHER PROPERTY</b>				
80	Other elements of investment				
90	Construction work in progress				
	<b>TOTAL GENERAL AND OTHER EXPENSES</b>				
	<b>TOTAL ROAD, GENERAL AND OTHER EXPENSES</b>				
	<b>EQUIPMENT</b>				
52	Locomotives				
53	Freight-train cars				
54	Passenger-train cars				
55	Highway revenue equipment				
56	Floating equipment				
57	Work equipment				
58	Miscellaneous equipment				
59	Computer equipment (exclude software)				
	Other —				
	<b>TOTAL EQUIPMENT</b>				
	<b>GRAND TOTAL</b>	\$	\$	\$	\$

**2007****SCHEDULE C — Railway Operating Income Statement**

COMPANY NAME		SBE NO.	
RAILWAY ITEMS	ACCOUNT NO.*	2006 CALENDAR YEAR	2005 CALENDAR YEAR
		\$	\$
<b>OPERATING REVENUES</b>			
Freight			
Passenger			
Switching			
Other rail line transportation			
Incidental			
Joint facility			
<b>Total Operating Revenues</b>	501		
<b>OPERATING EXPENSES</b>			
Maintenance of way and structures			
Maintenance of equipment			
Transportation-rail line			
Miscellaneous operations			
Ad Valorem (property) taxes			
** General and Administrative			
<b>Total Operating Expenses</b>	531		
<b>NET REVENUES FROM RAILWAY OPERATIONS</b>			
Federal income taxes	556		
State income taxes	556		
Provisions for deferred taxes	557		
<b>RAILWAY OPERATING INCOME</b>			
<b>OTHER INCOME/EXPENSE</b>			
** Miscellaneous rent income	510		
Rents payable			
Other rents payable			
<b>NET OPERATING INCOME</b>			
<b>INCLUDED IN OPERATING EXPENSES ABOVE</b>			
Depreciation			
Dismantling retired property			
Retirements			
<b>Total</b>			
Lease rents — debit			
Lease rents — credit			
		\$	\$

\* System of accounts as of October 1, 1990.

\*\* Provide a worksheet listing a breakdown of amounts.

**SCHEDULE D — Statement of Income and Retained Earnings****2007**

COMPANY NAME

SBE NO.

**STATEMENT OF INCOME**

	CALENDAR YEAR 2006	CALENDAR YEAR 2005
Net operating income (from Schedule C) _____	\$ _____	\$ _____
Net income from other operations _____		
Other income _____		
Revenues from non-operative physical property _____		
Other income _____		
Total _____		
Income deductions _____		
Depreciation on non-operative physical property _____		
Taxes on non-operative physical property _____		
Other expenses of non-operative physical property _____		
Interest _____		
Other income deductions _____		
Total _____		
Net income _____	\$ _____	\$ _____

**STATEMENT OF RETAINED EARNINGS**

	CALENDAR YEAR 2006	CALENDAR YEAR 2005
Balance at beginning of year _____	\$ _____	\$ _____
Net income, as above _____		
Other credits ( <i>explain</i> ) _____		
Dividends declared _____		
Other debits ( <i>explain</i> ) _____		
Balance end of year _____	\$ _____	\$ _____

**SCHEDULE F — Exempt Property**

	BALANCE AT BEGINNING OF 2006	ADDITIONS	RETIREMENTS	BALANCE AT END OF 2006
Licensed Vehicles _____				
Computer Software _____				
Other _____				
<b>TOTAL COST OF EXEMPT PROPERTY</b>				

2007

SCHEDULE G — Inventories and Construction in Progress

COMPANY NAME			SBE NO.	
	BALANCE AT BEGINNING OF 2006	ADDITIONS	RETIREMENTS	BALANCE AT END OF 2006
Materials and supplies				
Inventory held for resale				
Construction in progress				
Replacement				
New plant				

SCHEDULE H — Track Structure Mileage Report  
California Situs Only

TRACK CLASS		NUMBER OF MILES END OF 2005	NUMBER OF MILES END OF 2006
801	Main Track		
802	Main Track A		
803	Main Track B		
804	Main Track C		
805	Main Track D		
806	Main Track F		
807	Branch Track F		
808	Branch Track		
809	Special Branch Track		
810	Other Track		
834	Main Track A Special		
TOTAL MILES			